

The Board of Directors of Mynews Holdings Berhad wishes to present the unaudited interim financial report of Mynews Holdings Berhad and its subsidiaries (“Mynews” or “the Group”) for the third quarter ended 31 July 2024. This report should be read in conjunction with its audited financial statements for the financial year ended 31 October 2023 and the accompanying notes attached to the interim financial report.

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE THIRD QUARTER ENDED 31 JULY 2024**

**i) Current quarter and financial year to date**

	Current Quarter 3 months ended				Cumulative Quarters 9 months ended			
	31 July 2024 RM'000	31 July 2023 RM'000	Changes Fav/(Unfav) RM'000 %		31 July 2024 RM'000	31 July 2023 RM'000	Changes Fav/(Unfav) RM'000 %	
<b>Revenue</b>	207,465	185,786	21,679	11.7	595,754	544,076	51,678	9.5
Cost of sales	(130,191)	(119,980)	(10,211)	(8.5)	(373,443)	(356,185)	(17,258)	(4.8)
<b>Gross profit</b>	77,274	65,806	11,468	17.4	222,311	187,891	34,420	18.3
Other income	488	437	51	11.7	1,825	1,950	(125)	(6.4)
Administration expenses	(10,644)	(8,937)	(1,707)	(19.1)	(30,498)	(26,476)	(4,022)	(15.2)
Selling and distribution expenses	(39,392)	(36,887)	(2,505)	(6.8)	(113,325)	(107,821)	(5,504)	(5.1)
Other expenses	(21,378)	(19,675)	(1,703)	(8.7)	(62,937)	(58,334)	(4,603)	(7.9)
Finance costs	(2,784)	(2,779)	(5)	(0.2)	(8,538)	(8,356)	(182)	(2.2)
Share of profit in jointly controlled entity	913	798	115	14.4	2,139	1,472	667	45.3
<b>Profit/(Loss) before tax</b>	4,477	(1,237)	5,714	461.9	10,977	(9,674)	20,651	213.5
Tax expense	(1,835)	(2,030)	195	9.6	(6,108)	(5,807)	(301)	(5.2)
<b>Net profit/(loss) for the period</b>	2,642	(3,267)	5,909	180.9	4,869	(15,481)	20,350	131.5

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CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE THIRD QUARTER ENDED  
31 JULY 2024 (Cont'd)

## i) Current quarter and financial year to date (Cont'd)

	Current Quarter 3 months ended				Cumulative Quarters 9 months ended			
	31 July 2024 RM'000	31 July 2023 RM'000	Changes Fav/(Unfav) RM'000	%	31 July 2024 RM'000	31 July 2023 RM'000	Changes Fav/(Unfav) RM'000	%
<b>Net profit/(loss) attributable to:</b>								
Owners of the Company	2,625	(2,161)	4,786	221.5	5,620	(11,651)	17,271	148.2
Non-controlling interest	17	(1,106)	1,123	101.5	(751)	(3,830)	3,079	80.4
	<u>2,642</u>	<u>(3,267)</u>	<u>5,909</u>	<u>180.9</u>	<u>4,869</u>	<u>(15,481)</u>	<u>20,350</u>	<u>131.5</u>
<b>Total comprehensive income/(loss) attributable to:</b>								
Owners of the Company	2,625	(2,161)	4,786	221.5	5,620	(11,651)	17,271	148.2
Non-controlling interest	17	(1,106)	1,123	101.5	(751)	(3,830)	3,079	80.4
	<u>2,642</u>	<u>(3,267)</u>	<u>5,909</u>	<u>180.9</u>	<u>4,869</u>	<u>(15,481)</u>	<u>20,350</u>	<u>131.5</u>
<b>Basic earnings/(loss) per ordinary share (sen) (Note B11)</b>	<u>0.35</u>	<u>(0.32)</u>			<u>0.75</u>	<u>(1.70)</u>		

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**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE THIRD QUARTER ENDED 31 JULY 2024 (Cont'd)**
**ii) Current quarter compared with immediately preceding quarter**

	<b>Current Quarter 31 July 2024</b>	<b>Immediately Preceding Quarter 30 Apr 2024</b>	<b>Changes Fav/(Unfav)</b>	
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>%</b>
<b>Revenue</b>	207,465	192,771	14,694	7.6
Cost of sales	(130,191)	(119,703)	(10,488)	(8.8)
<b>Gross profit</b>	77,274	73,068	4,206	5.8
Other income	488	676	(188)	(27.8)
Administration expenses	(10,644)	(10,228)	(416)	(4.1)
Selling and distribution expenses	(39,392)	(36,758)	(2,634)	(7.2)
Other expenses	(21,378)	(21,206)	(172)	(0.8)
Finance costs	(2,784)	(2,900)	116	4.0
Share of profit in jointly controlled entity	913	659	254	38.5
<b>Profit before tax</b>	4,477	3,311	1,166	35.2
Tax expense	(1,835)	(2,267)	432	19.1
<b>Profit after tax for the period</b>	2,642	1,044	1,598	153.1
<b>Profit/(Loss) attributable to:</b>				
Owners of the Company	2,625	1,730	895	51.7
Non-controlling interest	17	(686)	703	102.5
	2,642	1,044	1,598	153.1
<b>Total comprehensive income/(loss) attributable to:</b>				
Owners of the Company	2,625	1,730	895	51.7
Non-controlling interest	17	(686)	703	102.5
	2,642	1,044	1,598	153.1
<b>Basic earnings per ordinary share (sen)</b>	0.35	0.23		

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 31 JULY 2024**

	<b>Unaudited 31 July 2024 RM'000</b>	<b>Audited 31 Oct 2023 RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	227,016	225,744
Right-of-use assets	192,659	205,048
Intangible asset	2,771	3,082
Investment properties	8,950	8,950
Investment in jointly controlled entity	8,026	7,086
Deferred tax assets	837	837
Lease receivables	217	277
<b>Total non-current assets</b>	<b>440,476</b>	<b>451,024</b>
<b>Current assets</b>		
Inventories	90,299	91,852
Contract assets	7,586	9,150
Trade receivables	12,061	4,583
Other receivables	28,286	27,382
Lease receivables	61	99
Tax recoverable	-	1,920
Fixed Deposits with licensed banks	18,293	26,801
Cash and bank balances	29,151	21,094
<b>Total current assets</b>	<b>185,737</b>	<b>182,881</b>
<b>Total assets</b>	<b>626,213</b>	<b>633,905</b>

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**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 31 JULY 2024 (Cont'd)**

	<b>Unaudited 31 July 2024 RM'000</b>	<b>Audited 31 Oct 2023 RM'000</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Share capital	229,417	229,417
Revaluation reserve	23,555	23,555
Merger deficit	(45,952)	(45,952)
Retained earnings	37,167	31,547
<b>Equity attributable to owners</b>	<b>244,187</b>	<b>238,567</b>
Non-controlling interests	(2,700)	(1,949)
<b>Total equity</b>	<b>241,487</b>	<b>236,618</b>
<b>LIABILITIES</b>		
<b>Non-current liabilities</b>		
Provision for restoration costs	9,527	8,568
Bank borrowings	42,963	49,642
Lease liabilities	95,960	106,695
Deferred tax liabilities	12,261	13,282
Loans from corporate shareholders of subsidiaries	4,491	4,039
<b>Total non-current liabilities</b>	<b>165,202</b>	<b>182,226</b>
<b>Current liabilities</b>		
Trade payables	86,123	82,569
Other payables	40,876	42,457
Provision for restoration costs	144	900
Contract liabilities	1,129	1,502
Bank borrowings	38,321	39,241
Lease liabilities	50,365	48,213
Amount due to jointly controlled entity	81	179
Tax payable	2,485	-
<b>Total current liabilities</b>	<b>219,524</b>	<b>215,061</b>
<b>Total liabilities</b>	<b>384,726</b>	<b>397,287</b>
<b>Total equity and liabilities</b>	<b>626,213</b>	<b>633,905</b>
<b>Net assets per share (RM)</b>	<b>0.32</b>	<b>0.32</b>

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE THIRD QUARTER ENDED 31 JULY 2024**

	← Non-distributable →			Distributable		Non-Controlling Interests RM'000	Total Equity RM'000
	Share Capital RM'000	Revaluation Reserve RM'000	Merger Deficit RM'000	Retained Earnings RM'000	Total RM'000		
<b>As at 1 November 2022</b>	201,581	17,950	(45,952)	46,003	219,582	2,748	222,330
Net loss for the year	-	-	-	(10,704)	(10,704)	(4,697)	(15,401)
Other comprehensive income for the financial year	-	5,605	-	-	5,605	-	5,605
Total comprehensive income/(loss) for the year	-	5,605	-	(10,704)	(5,099)	(4,697)	(9,796)
<b>Transactions with owners:</b>							
Dividends to owners of the Company	-	-	-	(3,752)	(3,752)	-	(3,752)
Issue of ordinary shares	27,836	-	-	-	27,836	-	27,836
	27,836	-	-	(3,752)	24,084	-	24,084
<b>As at 31 October 2023</b>	229,417	23,555	(45,952)	31,547	238,567	(1,949)	236,618
Net profit/(loss) for the period / Total comprehensive income/(loss) for the period	-	-	-	5,620	5,620	(751)	4,869
<b>As at 31 July 2024</b>	229,417	23,555	(45,952)	37,167	244,187	(2,700)	241,487

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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE THIRD QUARTER ENDED 31 JULY 2024**

	Cumulative 9 months ended	
	31 July 2024 RM'000	31 July 2023 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit/(Loss) before tax	10,977	(9,674)
Adjustments for:		
Amortisation of intangible asset	312	312
Depreciation of property, plant and equipment	22,495	22,208
Depreciation of right-of-use assets	39,760	37,416
Loss/(Gain) on modification of leases	38	(58)
Interest expense	8,538	8,356
Interest income	(988)	(286)
Inventories written off	2,472	3,615
Inventories wastages	13,620	11,659
Net (gain)/loss on disposal of property, plant and equipment	(14)	49
Property, plant and equipment written off	2,459	1,010
Rental rebates	(983)	(631)
Share of profit in jointly controlled entity	(2,139)	(1,472)
<b>Operating profit before working capital changes</b>	96,547	72,504
Changes in working capital:		
Inventories	(14,539)	(15,300)
Receivables	(8,382)	10,799
Payables	5,725	(23,363)
Jointly controlled entity	(98)	384
Contract assets	1,564	1,659
Contract liabilities	(373)	(358)
Cash generated from operations	80,444	46,325
Tax refund	125	652
Tax paid	(2,850)	(514)
<b>Net cash generated from operating activities</b>	77,719	46,463

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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE THIRD QUARTER ENDED 31 JULY 2024 (Cont'd)**

	Cumulative 9 months ended	
	31 July 2024	31 July 2023
	RM'000	RM'000
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Acquisition of right-of-use assets	(233)	-
Dividend received from jointly controlled entity	1,200	1,000
Income from lease receivables	98	56
Interest received	988	286
Net proceeds from disposal of investment property	-	7,678
Proceeds from disposal of property, plant and equipment	172	11
Purchase of property, plant and equipment	(23,407)	(7,574)
Upliftment of fixed deposits	-	669
<b>Net cash (used in)/from investing activities</b>	<b>(21,182)</b>	<b>2,126</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Dividend paid	(3,752)	-
Drawdown of bank borrowings	58,072	48,833
Interest paid	(8,577)	(8,250)
Loan from corporate shareholder of a subsidiary	490	1,000
Payment of lease liabilities	(37,550)	(34,428)
Proceeds from issue of share capital (net)	-	27,840
Repayment of bank borrowings	(65,671)	(52,287)
<b>Net cash used in financing activities</b>	<b>(56,988)</b>	<b>(17,292)</b>
<b>CASH AND CASH EQUIVALENTS</b>		
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>(451)</b>	<b>31,297</b>
<b>Cash and cash equivalents at 1 November</b>	<b>47,895</b>	<b>11,737</b>
<b>Cash and cash equivalents at 31 July</b>	<b>47,444</b>	<b>43,034</b>
<b>Reconciliation of cash and cash equivalents:</b>		
Cash and bank balances	29,151	15,112
Fixed Deposits with licensed banks	18,293	28,189
	47,444	43,301
Less: Fixed deposits with maturity more than 3 months	-	(267)
	47,444	43,034

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**NOTES TO INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 JULY 2024****A. COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARD NO. 134: INTERIM FINANCIAL REPORTING (“MFRS”)****A1 CORPORATE INFORMATION**

The principal activity of the Company is investment holding, while its subsidiaries are principally involved in the business of operating retail store chains, predominantly convenience store (CVS) chains. The Company owns and operates over 600 retail outlets in Malaysia, along with the brands myNEWS, Korea’s CU, the UK’s WHSmith, SUPERVALUE minimart and MARU café. Besides retailing, two of the Company’s subsidiaries, namely, Mynews Kineya Sdn Bhd and Mynews Ryoyupan Sdn Bhd, jointly referred to as Food Processing Centre (FPC), are in the business of producing ready-to-eat meals and bakery products to serve its retail chains.

**A2 BASIS OF PREPARATION**

The interim financial report is unaudited and has been prepared in accordance with the requirements of MFRS No. 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board and Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”). It should be read in conjunction with the audited financial statements of Mynews for the financial year ended 31 October 2023.

**A3 SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies and methods of computation adopted in the preparation of these interim financial statements are consistent with those adopted in the audited financial statements for the year ended 31 October 2023. The financial statements of the Group have been prepared in accordance with Malaysian Financial Reporting Standards (“MFRS”), International Financial Reporting Standards (“IFRS”) and the requirements of the Companies Act 2016 in Malaysia.

**A4 AUDITORS’ REPORT**

There was no qualification on the audited financial statements of the Group for the financial year ended 31 October 2023.

**A5 SEASONAL OR CYCLICAL FACTORS**

The Group does not experience any material seasonality in sales.

**NOTES TO INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 JULY 2024 (Cont'd)****A. COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARD NO. 134: INTERIM FINANCIAL REPORTING ("MFRS") (Cont'd)****A6 UNUSUAL ITEMS AFFECTING ASSETS, LIABILITIES, EQUITY, NET INCOME OR CASH FLOW**

There were no other unusual items affecting assets, liabilities, equity, net income or cash flow of the Group during the quarter under review.

**A7 CHANGES IN ESTIMATES**

There were no changes in estimates that had a material effect in the quarter under review.

**A8 DEBT AND EQUITY SECURITIES**

Saved as disclosed in Note B7, there was no issuance, cancellation, repurchase, resale and repayment of debts and equity securities for the quarter under review.

**A9 DIVIDEND PAID**

There was no dividend declared or paid during the quarter under review.

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**NOTES TO INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 JULY 2024 (Cont'd)**
**A. COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARD NO. 134: INTERIM FINANCIAL REPORTING ("MFRS") (Cont'd)**
**A10 SEGMENTAL INFORMATION**

The Group operates in the retail convenience segment in Malaysia and also produces ready-to-eat food and bakery products to serve its retail chains.

	<b>Retail RM'000</b>	<b>Manufacturing RM'000</b>	<b>Elimination RM'000</b>	<b>Total RM'000</b>
<b>For the period ended 31 July 2024</b>				
<b>Revenue</b>				
External	594,753	1,001	-	595,754
Inter-segment	-	48,003	(48,003)	-
Revenue	594,753	49,004	(48,003)	595,754
<b>Results</b>				
Amortisation of intangible asset	312	-	-	312
Depreciation of property, plant and equipment	21,056	1,439	-	22,495
Depreciation of right-of-use assets	38,610	3,441	(2,291)	39,760
Interest income	(962)	(26)	-	(988)
Interest expense	10,471	1,521	(3,454)	8,538
Loss/(Gain) on disposal of property, plant and equipment	59	(149)	76	(14)
Property, plant and equipment written off	2,459	-	-	2,459
Share of results in jointly controlled entity	(2,139)	-	-	(2,139)
Profit/(Loss) before tax	11,558	(1,534)	953	10,977
Tax	(6,108)	-	-	(6,108)
Profit/(Loss) after tax	5,450	(1,534)	953	4,869

**NOTES TO INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 JULY 2024 (Cont'd)**
**A. COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARD NO. 134: INTERIM FINANCIAL REPORTING ("MFRS") (Cont'd)**
**A11 SUBSEQUENT MATERIAL EVENTS**

There were no material events subsequent to the current quarter under review and up to the date of this report.

**A12 CHANGES IN COMPOSITION OF THE GROUP**

There was no change in composition of the Group during the financial quarter under review.

**A13 CONTINGENT LIABILITIES OR CONTINGENT ASSETS**

Save as disclosed below, there were no material contingent liabilities or assets for the reporting quarter ended 31 July 2024.

**RM'000**

Corporate guarantee given to:

- financial institutions in respect of banking and lease facilities granted to subsidiaries	86,313
- landlords for rental of premises	741
	87,054

**A14 CAPITAL COMMITMENTS**

The capital commitments of the Group as at 31 July 2024 were as follows:

**RM'000**

Authorised and contracted for:

- Property, plant and equipment	7,073
	7,073

**A15 PROPERTY, PLANT AND EQUIPMENT**

For the nine (9) months ended 31 July 2024, the Group acquired assets at a total cost of RM23.41 million, which comprised principally of the cost of construction and set up, equipment, furniture and fittings for new and revamped outlets.

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**NOTES TO INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 JULY 2024 (Cont'd)**
**A. COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARD NO. 134: INTERIM FINANCIAL REPORTING ("MFRS") (Cont'd)**
**A16 SIGNIFICANT RELATED PARTY TRANSACTIONS**

	Current Quarter		Cumulative Quarters	
	3 months ended		9 months ended	
	31 July 2024 RM'000	31 July 2023 RM'000	31 July 2024 RM'000	31 July 2023 RM'000
<b>Transactions with jointly controlled entity</b>				
Management fees income	243	196	653	453
Warehouse and storage fee	108	108	324	324
Administration fee	2	2	7	7
Trade sales	235	169	838	245
Advertising and promotion income	2	-	5	-
Dividend income	600	-	1,200	-
Sales of equipment	-	-	5	-
<b>Transactions with related parties</b>				
Advertising and promotion income	50	49	124	189
Trade purchases	2,039	1,455	5,335	4,668
Trade sales	48	65	161	156
Office rental income	3	3	9	9
Royalty and license fees expenses	62	53	166	132
Technical support expenses	20	75	45	230
Staff secondment expenses	81	69	257	203
Interest expenses	56	51	160	129
Hostel rental expenses	21	-	44	-
Consultancy fee expenses	120	-	460	-
Advertisement expenses	500	-	834	-

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## NOTES TO INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 JULY 2024 (Cont'd)

**B. COMPLIANCE WITH APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD****B1 REVIEW OF PERFORMANCE****Review of Current Quarter Performance (Q3'24 vs Q3'23)**

Revenue grew by RM21.68 million or 11.7%, from RM185.79 million to RM207.47 million. Gross profit increased by RM11.47 million or 17.4%, from RM65.81 million to RM77.27 million, while the margin improved by 1.8%, from 35.4% to 37.2%. Contributing factors to the better performance include increase in number of outlets from 593 to 606, increase in in-store sales brought about by better product mix and operational improvement.

Administration expenses increased by RM1.71 million or 19.1%, from RM8.94 million to RM10.64 million, due to the increase in business volume and activities. Similarly, selling and distribution expenses increased from RM36.89 million to RM39.39 million, an increase of RM2.51 million or 6.8%. Other expenses increased by RM1.70 million or 8.7% from RM19.68 million to RM21.38 million, mainly due to the increase in depreciation of right-of-use assets and property, plant and equipment written-off.

Profit before taxation has improved by 461.9%, from a loss of RM1.24 million to a profit of RM4.48 million. The improved quarterly performance translated to the earnings before interest, tax, depreciation (inclusive of the depreciation of right-of-use assets) and amortisation (EBITDA) of RM28.29 million as compared to RM21.45 million in the corresponding quarter.

**B2 MATERIAL CHANGE IN THE PROFIT/(LOSS) BEFORE TAXATION FOR THE CURRENT QUARTER AS COMPARED WITH THE IMMEDIATELY PRECEDING QUARTER (Q3'24 vs Q2'24)**

Revenue grew by RM14.69 million or 7.6%, from RM192.77 million to RM207.47 million. Gross profit increased by RM4.21 million, from RM73.07 million to RM77.27 million and the margin decreased slightly from 37.9% to 37.2%.

There was an increase in administration expenses of RM0.42 million or 4.1%, from RM10.23 million to RM10.64 million, attributable to the increase in business volume and activities. With the ongoing expansion in the number of outlets, the selling and distribution expenses increased to RM39.39 million from RM36.76 million, an increase of RM2.63 million or 7.2%.

Profit before taxation for the current quarter increased by 35.2% to RM4.48 million from RM3.31 million.

Earnings before interest, tax, depreciation (inclusive the depreciation of right-of-use assets) and amortisation (EBITDA) increased by 4.0% to RM28.29 million from RM27.20 million.

**NOTES TO INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 JULY 2024 (Cont'd)**
**B. COMPLIANCE WITH APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)**
**B3 PROSPECTS**

Recently, CU penetrated the East Coast of Peninsular Malaysia with the opening of 4 outlets in Pahang, 1 outlet in Terengganu and 4 outlets in Kelantan. Simultaneously, the opening of new stores in other parts of the country is ongoing, while the existing stores are improved and revamped whenever necessary. To date the store count is 631 outlets, made up of 476 myNEWS (inclusive of 34 SUPERVALUE), 135 CU and 20 WHSmith.

The FPC production volume will continue to increase in tandem with the sales growth at the retail front. With the continuing participation and support of the Korean and Japanese business partners in food products development and production, the FPC continues to be innovative in producing attractive products of highest quality to meet the demand of the consumers.

Standalone Maru Coffee café, to be operated under the Group's fully owned subsidiary Mymaru Sdn Bhd (Company no. 663941-P) (fka Bison Foods Sdn Bhd), will be launched in the 4<sup>th</sup> quarter of this financial year.

With the continuous efforts to grow the retail businesses, while committed to operational improvement, the Group expects the sales revenue to continue its upward trend.

**B4 VARIANCE OF ACTUAL PROFIT FROM PROFIT FORECAST AND PROFIT GUARANTEE**

The Group has not issued any profit forecast or profit guarantee in any form of public document or announcement.

**B5 NOTES TO THE CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

	Current Quarter 3 months ended		Cumulative Quarter 9 months ended	
	31 July 2024 RM'000	31 July 2023 RM'000	31 July 2024 RM'000	31 July 2023 RM'000
<b>Profit/(Loss) before tax is arrived at after charging:</b>				
Amortisation of intangible asset	104	104	312	312
Depreciation of property, plant and equipment	7,660	7,438	22,495	22,208
Depreciation of right-of-use assets	13,264	12,368	39,760	37,416
Property, plant and equipment written off	1,015	649	2,459	1,010
Interest expense	2,784	2,779	8,538	8,356
Net loss/(gain) on disposal of property, plant and equipment	66	-	(14)	49
<b>And after crediting:</b>				
Net gain on disposal of investment property	-	-	-	(150)
Interest Income	(321)	(114)	(988)	(286)

Other disclosure items pursuant to Appendix 9B Note 16 of the Main Market Listing Requirements are not applicable.

**NOTES TO INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 JULY 2024 (Cont'd)**
**B. COMPLIANCE WITH APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)**
**B6 TAX EXPENSE**

	Current Quarter 3 months ended		Cumulative Quarters 9 months ended	
	31 July 2024	31 July 2023	31 July 2024	31 July 2023
	RM'000	RM'000	RM'000	RM'000
<b>Current tax:</b>				
Provision for current period	1,860	478	7,105	772
Under/(Over) provision in prior year	23	(59)	24	(59)
<b>Deferred tax:</b>				
(Reversal)/Provision for current period	(48)	1,611	(1,021)	5,094
<b>Total tax expense</b>	<b>1,835</b>	<b>2,030</b>	<b>6,108</b>	<b>5,807</b>

Tax expense is recognised based on management's best estimates.

**B7 STATUS OF CORPORATE PROPOSAL**

There are no announced corporate proposals that are not completed during the period under review.

Utilisation of Proceeds from Private Placement as at 31 July 2024 are as follows:

Description of use of proceeds	Estimated timeframe for use of proceeds from the listing date of the Placement Shares	Amount	Re-	Actual	Balance to
		RM'000	allocation RM'000	Utilisation RM'000	be utilised RM'000
Capital expenditure	Within 24 months	22,880	-	(6,061)	16,819
Working capital	Within 12 months	4,952	4	(4,956)	-
Defray estimated expenses relating to the Proposed Placement	Within 2 months	130	(4) <sup>(i)</sup>	(126)	-
<b>Total</b>		<b>27,962</b>	<b>-</b>	<b>(7,741)</b>	<b>16,819</b>

(i) Surplus of RM4,000 (of the RM130,000 allocated for the estimated listing expenses) was re-allocated to the working capital requirements of the Group.

On 21 June 2024, the Board approved an extension of timeframe for the utilisation of proceeds for another 12 months to 13 July 2025 for the capital expenditure and the change in capex utilisation ratio between Mynews and CU outlets.



**NOTES TO INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 JULY 2024 (Cont'd)**
**B. COMPLIANCE WITH APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)**
**B8 BORROWINGS AND DEBT SECURITIES**

The Group's borrowings as at 31 July 2024 are as follows:

	<b>Unaudited As at 31 July 2024 RM'000</b>	<b>Audited As at 31 Oct 2023 RM'000</b>
<b>Short term borrowings – Secured</b>		
Term loans	2,453	1,860
Revolving credit	16,888	16,697
Supplier financing	7,648	10,914
Banker acceptance	11,332	9,770
	38,321	39,241
<b>Long term borrowings – Secured</b>		
Term loans	20,311	20,432
Revolving credit	22,652	29,210
	42,963	49,642
<b>Total borrowings – Secured</b>		
Term loans	22,764	22,292
Revolving credit	39,540	45,907
Supplier financing	7,648	10,914
Banker acceptance	11,332	9,770
	81,284	88,883

Note: All the loans in the Group are denominated in Ringgit Malaysia.

**B9 MATERIAL LITIGATION**

There is no material litigation against or by the Group as at the date of this report.

**B10 DIVIDEND**

The Board of Directors of Mynews is pleased to announce that a single tier interim dividend of 0.5 sen per share in respect of the year ending 31 October 2024, amounting to RM3,751,770.

The above dividend payment date, entitlement date and all other relevant information shall be announced at a later date.

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**NOTES TO INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 JULY 2024 (Cont'd)**
**B. COMPLIANCE WITH APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)**
**B11 EARNINGS PER SHARE**

	Current Quarter 3 months ended		Cumulative Quarters 9 months ended	
	31 July 2024 RM'000	31 July 2023 RM'000	31 July 2024 RM'000	31 July 2023 RM'000
Profit/(Loss) attributable to owners of the Company (RM'000)	2,625	(2,161)	5,620	(11,651)
Weighted average number ordinary shares in issue ('000)	<u>750,354</u>	<u>685,517</u>	<u>750,354</u>	<u>685,517</u>
Basic earnings/(loss) per share (sen)	<u>0.35</u>	<u>(0.32)</u>	<u>0.75</u>	<u>(1.70)</u>

The basic earnings/(loss) per share is computed based on the profit/(loss) attributable to the owners of the Company divided by the weighted average number of ordinary shares in issue for the period under review. The Company does not have any dilutive potential ordinary shares in issue for the period under review.

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